

KEARNY COUNTY, KANSAS

**FINANCIAL STATEMENT
with
INDEPENDENT AUDITOR'S REPORT
YEAR ENDED DECEMBER 31, 2019**

TABLE OF CONTENTS

	<u>Page</u>
Independent Auditor's Report.....	1

FINANCIAL SECTION

Statement 1	
Summary Statement of Receipts, Expenditures and Unencumbered Cash	3
Notes to the Financial Statement	4

REGULATORY-REQUIRED SUPPLEMENTARY INFORMATION

Schedule 1	
Summary of Expenditures – Actual and Budget	12
Schedule 2	
Schedule of Receipts and Expenditures	
2-1 General Fund	13

Special Purpose Funds

2-2 Road and Bridge Fund	16
2-3 Solid Waste Fund	17
2-4 County Health Fund	18
2-5 Noxious Weed Fund	19
2-6 Emergency Services Fund	20
2-7 Library Fund	21
2-8 Appraiser's Cost Fund	22
2-9 Employee Benefits Fund	23
2-10 Special Alcohol and Drug Fund	24
2-11 E-911 Fund	25
2-12 Non-Budgeted Special Purpose Funds	26

Capital Project Fund

2-13 HPRV-Hospital Roof Fund	28
------------------------------------	----

Agency Funds

Schedule 3	
Summary of Receipts and Disbursements	29

Kennedy
McKee & Company LLP Certified Public Accountants

1100 W. Frontview
P. O. Box 1477
Dodge City, Kansas 67801
Tel. (620) 227-3135
Fax (620) 227-2308
www.kmc-cpa.com

JAMES W. KENNEDY, CPA
ROBERT C. NEIDHART, CPA
PATRICK M. FRIESS, CPA
JOHN W. HENDRICKSON, CPA

INDEPENDENT AUDITOR'S REPORT

Board of County Commissioners
Kearny County, Kansas

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash of Kearny County, Kansas as of and for the year ended December 31, 2019, and the related notes to the financial statement.

Management's Responsibility for the Financial Statement

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the *Kansas Municipal Audit and Accounting Guide* as described in Note A; this includes determining that the regulatory basis of accounting is an acceptable basis for the preparation of the financial statement in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of the financial statement that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial statement based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the *Kansas Municipal Audit and Accounting Guide*. Those standards require we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on auditor's judgment, including the assessment of the risks of material misstatement of the financial statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles

As described in Note A, the financial statement is prepared by the County on the basis of the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide*, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

The effects on the financial statement of the variances between the regulatory basis of accounting described in Note A and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the “Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles” paragraph, the financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of Kearny County, Kansas as of December 31, 2019, or changes in financial position and cash flows thereof for the year then ended.

Unmodified Opinion on Regulatory Basis of Accounting

In our opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balances of Kearny County, Kansas as of December 31, 2019, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide* described in Note A.

Other Matters

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash (basic financial statement) as a whole. The summary of regulatory basis expenditures-actual and budget, individual fund schedules of regulatory basis receipts and expenditures, and schedule of regulatory basis receipts and disbursements-agency funds (Schedules 1, 2 and 3 as listed in the table of contents) are presented for analysis and are not a required part of the basic financial statement, however, are required to be presented under the provisions of the *Kansas Municipal Audit and Accounting Guide*. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statement as a whole, on the basis of accounting described in Note A.

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statement of Kearny County, Kansas as of and for the year ended December 31, 2018 (not presented herein), and have issued our report thereon dated October 17, 2019, which contained an unmodified opinion on the basic financial statement. The 2018 basic financial statement and our accompanying report are not presented herein, but are available in electronic form from the website of the Kansas Department of Administration at the following link: <http://admin.ks.gov/offices/oar/municipal-services/municipal-audits>. The 2018 actual column (2018 comparative information) presented in the individual fund schedules of regulatory basis receipts and expenditures-actual and budget for the year ended December 31, 2019, (Schedule 2 as listed in the table of contents) is presented for purposes of additional analysis and is not a required part of the basic financial statement. Such 2018 comparative information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2018 basic financial statement or to the 2018 basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2018 comparative information is fairly stated in all material respects in relation to the basic financial statement as a whole for the year ended December 31, 2018, on the basis of accounting described in Note A.

Kennedy McKee & Company LLP

September 30, 2020

KEARNY COUNTY, KANSAS

SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH REGULATORY BASIS

For the Year Ended December 31, 2019

Fund	Beginning unencumbered cash balance (deficit)	Prior year canceled encumbrances
General fund	\$ 1,628,514	\$ -
Special purpose funds:		
Road and bridge	2,521,177	-
Solid waste	50,772	-
County health	22,287	-
Noxious weed	42,824	-
Emergency services	186,232	-
Library	338	-
Appraiser's cost	5,983	-
Employee benefits	1,685,025	-
Special alcohol and drug	3,533	-
E-911	90,254	-
Non-budgeted special purpose funds:		
Capital equipment	9,374	-
Capital improvement	167,060	-
Airport improvement	(17,724)	-
Special machinery and equipment	2,126,665	-
Highway improvement	1,591,704	-
Special health and welfare	20,873	-
Health title XIX	21,248	-
Healthy start	5,320	-
Bio-terrorism grant	23,126	-
MVE	-	-
Special motor vehicle	3,500	-
Register of deeds technology	65,865	-
Treasurer technology	8,947	-
Clerk technology	5,079	-
Prosecuting attorney's training	2,876	-
Moderate income housing	85,000	-
Trash collection	213,770	-
Offender	10,937	-
Concealed carry	5,494	-
Special emergency services	4,700	-
Asset forfeiture	-	-
Total special purpose funds	8,962,239	-
Capital project funds:		
HPRV-Hospital roof	-	-
Total - excluding agency funds	\$ 10,590,753	\$ -
Composition of cash balance:		
Petty cash		
Cash on hand		
Checking accounts		
Special health checking account		
Section 125 plan checking account		
Savings accounts		
Certificates of deposit		
Total cash		
Agency funds		
Total - excluding agency funds		

The notes to the financial statement are an integral part of this statement.

Statement 1

<u>Receipts</u>	<u>Expenditures</u>	<u>Ending unencumbered cash balance (deficit)</u>	<u>Add encumbrances and accounts payable</u>	<u>Ending cash balance (deficit)</u>
\$ 5,872,148	\$ 5,784,162	\$ 1,716,500	\$ 156,242	\$ 1,872,742
430,399	1,621,964	1,329,612	24,093	1,353,705
167,184	131,942	86,014	-	86,014
87,163	94,619	14,831	3,858	18,689
180,735	202,223	21,336	-	21,336
921,412	663,872	443,772	41,774	485,546
309,900	303,000	7,238	8,919	16,157
185,742	186,142	5,583	6,626	12,209
1,732,268	2,038,069	1,379,224	4,799	1,384,023
634	-	4,167	-	4,167
52,705	41,978	100,981	-	100,981
218,620	-	227,994	-	227,994
1,258,259	366,279	1,059,040	-	1,059,040
-	164,648	(182,372)	-	(182,372)
250,000	664,615	1,712,050	-	1,712,050
350,000	-	1,941,704	-	1,941,704
2,203	4,156	18,920	-	18,920
151,155	154,128	18,275	6,671	24,946
-	5,217	103	-	103
11,151	15,825	18,452	-	18,452
5,280	250	5,030	-	5,030
43,589	43,589	3,500	-	3,500
11,524	3,377	74,012	-	74,012
2,880	-	11,827	-	11,827
2,880	2,338	5,621	-	5,621
1,032	514	3,394	-	3,394
-	85,000	-	-	-
4,850	218,620	-	-	-
1,440	665	11,712	-	11,712
130	-	5,624	-	5,624
-	-	4,700	-	4,700
2,493	-	2,493	-	2,493
6,385,628	7,013,030	8,334,837	96,740	8,431,577
600,012	600,012	-	-	-
\$ 12,857,788	\$ 13,397,204	\$ 10,051,337	\$ 252,982	\$ 10,304,319

\$ 80
 102,345
 328,299
 17,649
 70,687
 17,413,386
4,218,906
 22,151,352
(11,847,033)
\$ 10,304,319

KEARNY COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENT

December 31, 2019

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

This summary of significant accounting policies applied in the preparation of the accompanying financial statement is presented to assist in understanding the County's financial statement. The financial statement and notes are representations of the County's management, which is responsible for their integrity and objectivity.

1. Municipal Financial Reporting Entity

Kearny County, Kansas is a municipal corporation governed by an elected three-member commission. This regulatory financial statement does not include the related municipal entities shown below. A related municipal entity is an entity established to benefit the County and/or its constituents.

Kearny County Hospital. The Kearny County Hospital Board operates the County's hospital. Members of the governing board of the Hospital are appointed by the County Commissioners. The Hospital can sue and be sued, and can buy, sell, or lease real property. The County annually levies a tax for the Hospital. Bond issuances must be approved by the County.

Memorial Building. The Memorial Building is fiscally dependent on the County and the budget is approved by the County Commissioners. The members of the governing board are appointed by the County Commissioners.

Kearny County Free Fair. The Free Fair is fiscally dependent on the County and the budget is approved by the County Commissioners. The members of the governing board are appointed by the County Commissioners.

Kearny County Library. The Library is fiscally dependent on the County and the budget is approved by the County Commissioners. The members of the governing board are appointed by the County Commissioners. Acquisition or disposition of real property by the Library must be approved by the County. Bond issuances must also be approved by the County.

Kearny County Extension Council. The Council provides services in such areas as agriculture, home economics, and 4-H clubs, to all persons in the County. The Council has an elected nine-member executive board. The County annually provides significant operating subsidies to the Council. Kansas State University provides the Council non-cash receipts and disbursements related to salaries for operations of the Council.

2. Basis of Presentation – Fund Accounting

The accounts of the County are organized and operated on the basis of funds. In governmental accounting, a fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance related legal and contractual provisions. The minimum number of funds is maintained consistent with legal and managerial requirements.

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2. Basis of Presentation – Fund Accounting (Continued)

The following types of funds comprise the financial activities of the County for the year ended December 31, 2019:

REGULATORY BASIS FUND TYPES

General fund – the chief operating fund. Used to account for all resources except those required to be accounted for in another fund.

Special purpose funds – used to account for the proceeds of specific tax levies and other specific regulatory receipt sources (other than Capital Project and tax levies for long-term debt) that are intended for specified purposes.

Agency funds – funds used to report assets held by the municipal reporting entity in a purely custodial capacity (payroll clearing funds, tax collection accounts, etc.).

Capital project funds – used to account for the debt proceeds and other financial resources to be used for acquisition or construction of major capital facilities or equipment.

3. Regulatory Basis of Accounting and Departure from Accounting Principles Generally Accepted in the United States of America

The *Kansas Municipal Audit and Accounting Guide* (KMAAG) regulatory basis of accounting involves the recognition of cash, cash equivalents, marketable investments, and certain accounts payable and encumbrance obligations to arrive at a net unencumbered cash and investments balance on a regulatory basis for each fund, and the reporting of changes in unencumbered cash and investments of a fund resulting from the difference in regulatory basis receipts and regulatory basis expenditures for the fiscal year. All recognized assets and liabilities are measured and reported at cost unless they have been permanently impaired and have no future cash value or represent no future obligation against cash. The KMAAG regulatory basis does not recognize capital assets, long-term debt, accrued receivables and payables, or any other assets, liabilities or deferred inflows or outflows, other than those mentioned above.

The County has approved a resolution that is in compliance with K.S.A. 75-1120a(c), waiving the requirement for application of generally accepted accounting principles and allowing the County to use the regulatory basis of accounting.

4. Budgetary Information

Kansas statutes require that an annual operating budget be legally adopted for the general fund, special purpose funds (unless specifically exempted by statute), and bond and interest funds. Although directory rather than mandatory, the statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

- a. Preparation of the budget for the succeeding calendar year on or before August 1st.
- b. Publication in local newspaper on or before August 5th of the proposed budget and notice of public hearing on the budget.
- c. Public hearing on or before August 15th, but at least ten days after publication of notice of public hearing.

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

4. Budgetary Information (Continued)

- d. Adoption of the final budget on or before August 25th.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in regulatory receipts other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication, the hearing may be held, and the governing body may amend the budget at that time. There were no such budget amendments for this year.

The statutes permit transferring budgeted amounts between line items within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Budget comparison schedules are presented for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

All legal annual operating budgets are prepared using the regulatory basis of accounting, in which regulatory receipts are recognized when cash is received, and expenditures include disbursements, accounts payable and encumbrances, with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments by the municipality for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Any unused budgeted expenditure authority lapses at year end.

A legal operating budget is not required for agency funds, capital project funds, and the following special purpose funds:

Capital Equipment	Special Motor Vehicle
Capital Improvement	Register of Deeds Technology
Airport Improvement	Treasurer Technology
Special Machinery and Equipment	Clerk Technology
Highway Improvement	Prosecuting Attorney's Training
Special Health and Welfare	Moderate Income Housing
Health Title XIX	Trash Collection
Healthy Start	Offender
Bio-terrorism Grant	Concealed Carry
MVE	Special Emergency Services
	Asset Forfeiture

Spending in funds which are not subject to the legal annual operating budget requirement is controlled by federal regulations, other statutes, or by the use of internal spending limits established by the governing body.

B. COMPLIANCE WITH KANSAS STATUTES

Reference made herein to the statutes are not intended as interpretations of law but are offered for consideration of the Director of Accounts and Reports, Kansas Department of Administration, and interpretation by legal representatives of the County.

The cash basis law provided by K.S.A. 10-1113 prohibits the creation of indebtedness in any fund in excess of monies available in that fund. At year end, the Airport Improvement Fund had an unencumbered cash deficit of \$182,372. According to K.S.A. 12-1664, the County is not prohibited from financing the federal share of a local program from current funds, if available. The deficit in this fund will be covered by federal grants.

C. DEPOSITS AND INVESTMENTS

K.S.A. 9-1401 establishes the depositories which may be used by the County. The statute requires banks eligible to hold the County's funds to have a main or branch bank in the County, or in an adjoining county if such institution has been designated as an official depository, and the banks provide an acceptable rate of return on funds. In addition, K.S.A. 9-1402 requires the banks to pledge securities for deposits in excess of FDIC coverage. The County has no other policies that would further limit interest rate risk.

K.S.A. 12-1675 limits the County's investment of idle funds to time deposits, open accounts, and certificates of deposit with allowable financial institutions; U.S. government securities; temporary notes; no-fund warrants; repurchase agreements; and the Kansas Municipal Investment Pool. The County has no investment policy that would further limit its investment choices.

Custodial credit risk – deposits. Custodial credit risk is the risk that in the event of a bank failure, the County's deposits may not be returned to it. State statutes require the County's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka.

At December 31, 2019, the County's carrying amount of deposits was \$22,048,927 and the bank balance was \$22,384,330. Of the bank balance, \$1,072,488 was covered by federal depository insurance and \$21,311,842 was collateralized with securities held by the pledging financial institutions' agents in the County's name.

D. CAPITAL PROJECTS

Capital project authorizations with approved change orders compared with cash disbursements and accounts payable from inception are as follows:

	<u>Project authorization</u>	<u>Cash disbursements and accounts payable to date</u>
Mobile Medical Clinic		
Superior Drywall	\$ 288,508	\$ 37,948
Airport Runway		
Kirkham Michael	197,163	141,622
Airport AWOS		
Kirkham Michael	15,000	7,500
Runway Rehabilitation		
Kirkham Michael	<u>35,000</u>	<u>33,250</u>
Total	<u>\$ 535,671</u>	<u>\$ 220,320</u>

E. LONG-TERM DEBT

The following is a description of capital lease obligations of the County:

<u>Issue</u>	<u>Balance beginning of year</u>	<u>Additions/ net change</u>	<u>Reductions/ net change</u>	<u>Balance end of year</u>	<u>Interest paid</u>
Capital leases:					
Airport Hangar					
Issued September 26, 2014					
In the amount of \$425,000					
At interest rate of 2.329%					
Maturing September 26, 2021	\$ 190,646	\$ -	\$ 62,076	\$ 128,570	\$ 4,100
KCH Roof Project					
Issued June 3, 2019					
In the amount of \$600,000					
At interest rate of 3.37%					
Maturing June 3, 2024	-	600,000	55,569	544,431	10,138
Total	<u>\$ 190,946</u>	<u>\$ 600,000</u>	<u>\$ 117,645</u>	<u>\$ 673,001</u>	<u>\$ 14,238</u>

Current maturities of capital leases and interest through maturity are as follows:

	<u>Principal due</u>	<u>Interest due</u>	<u>Total due</u>
2020	\$ 177,509	\$ 20,082	\$ 197,591
2021	182,929	14,662	197,591
2022	121,902	9,512	131,414
2023	126,045	5,369	131,414
2024	64,616	1,092	65,708
	<u>\$ 673,001</u>	<u>\$ 50,717</u>	<u>\$ 723,718</u>

F. INTERFUND TRANSFERS

Operating transfers were as follows:

<u>From</u>	<u>To</u>	<u>Regulatory authority</u>	<u>Amount</u>
Operating transfers:			
General	Capital Improvement	K.S.A. 19-120	\$ 1,253,691
General	Capital Equipment	K.S.A. 19-119	218,620
Road and Bridge	Special Machinery & Equipment	K.S.A. 68-141g	250,000
Road and Bridge	Highway Improvement	K.S.A. 68-590	350,000
Special Motor Vehicle	General	K.S.A. 8-145	22,905
Trash Collection	General	Resolution	218,620
Oil & Gas Depletion	General	K.S.A. 19-271	219,072
			<u>\$ 2,532,908</u>
Transfers to related municipal entities:			
General	Memorial Building	K.S.A. 73-407	\$ 33,134
General	Free Fair	K.S.A. 2-132	120,000
General	Extension Council	K.S.A. 2-610	155,000
General	Hospital	K.S.A. 19-4606	501,276
General	Historical Society	K.S.A. 19-2651	146,669
Library	County Library	K.S.A. 12-1247	303,000
			<u>\$ 1,259,079</u>

G. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS

Other post-employment benefits. As provided by K.S.A. 12-5040, the County allows retirees to participate in the group health insurance plan. While each retiree pays the full amount of the applicable premium, conceptually, the County is subsidizing the retirees because each participant is charged a level premium regardless of age. However, the cost of this subsidy has not been quantified in the financial statement.

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the County makes health care benefits available to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. The premium is paid in full by the insured.

Death and disability other post-employment benefits. As provided by K.S.A. 74-4927, disabled members in the Kansas Public Employees Retirement System (KPERS) receive long-term disability benefits and life insurance benefits. The plan is administered through a trust held by KPERS that is funded to pay annual benefit payments. The employer contribution rate is set at 1% for the year ended December 31, 2019.

Vacation leave. The County's policies regarding vacations permit employees to accumulate a maximum of 144 hours of vacation. Upon termination or resignation from service with the County, employees are entitled to payment for all accumulated vacation earned prior to termination or resignation up to a maximum of 144 hours.

Sick leave. Employees earn sick leave at a rate of 3.69 hours per pay period, with a maximum accumulation of 960 hours. No sick leave is paid upon resignation or termination. Upon retirement, if an employee has accrued the maximum amount of sick leave, they may be paid for 80 hours. The County has a shared sick leave bank which employees may donate unused sick leave. It can then be used by any employee as needed.

Section 125 cafeteria plan. The County offers a Section 125 cafeteria plan for all employees electing to participate. Participants use this for health insurance premiums, unreimbursed medical and dependent care expenses. The plan is administered by an independent insurance company.

Section 457 deferred compensation plan. The County offers a Section 457 deferred compensation plan to all employees on a voluntary basis. The County does not contribute to the plan.

H. DEFINED BENEFIT PENSION PLAN

Plan description. The County participates in the Kansas Public Employees Retirement System (KPERS), a cost-sharing, multiple-employer defined benefit pension plan as provided by K.S.A. 74-4901, et seq. Kansas law establishes and amends benefit provisions. KPERS issues a publicly available financial report that includes financial statements and required supplementary information. KPERS' financial statements are included in its Comprehensive Annual Financial Report which can be found on the KPERS website at www.kpers.org or by writing to KPERS (611 S. Kansas, Suite 100; Topeka, KS 66603) or by calling 1-888-275-5737.

H. DEFINED BENEFIT PENSION PLAN (CONTINUED)

Contributions. K.S.A. 74-4919 and K.S.A. 74-49,210 establish the KPERS member-employee contribution rates. KPERS has multiple benefit structures and contribution rates depending on whether the employee is a KPERS 1, KPERS 2 or KPERS 3 member. KPERS 1 members are active and contributing members hired before July 1, 2009. KPERS 2 members were first employed in a covered position on or after July 1, 2009, and KPERS 3 members were first employed in a covered position on or after January 1, 2015. Effective January 1, 2015, Kansas law established the KPERS member-employee contribution rate at 6% of covered salary for KPERS 1, KPERS 2 and KPERS 3 members. K.S.A. 74-4975 establishes KP&F member-employee contribution rate at 7.15% of covered salary. Member contributions are withheld by the County and paid to KPERS according to the provisions of Section 414(h) of the Internal Revenue Code.

State law provides that the employer contribution rates for KPERS 1, KPERS 2, KPERS 3 and KP&F be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate (not including the 1% contribution rate for the Death and Disability Program) and the statutory contribution rate was 8.89% for KPERS and 22.13% for KP&F for the fiscal year ended December 31, 2019. Contributions to the pension plan from the County were \$213,814 for KPERS and \$202,123 for KP&F for the year ended December 31, 2019.

Net Pension Liability. At December 31, 2019, the County's proportionate share of the collective net pension liability reported by KPERS was \$1,576,921 and \$1,754,946 for KP&F. The net pension liability was measured as of June 30, 2019, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2018, which was rolled forward to June 30, 2019. The County's proportion of the net pension liability was based on the ratio of the County's contributions to KPERS, relative to the total employer and non-employer contributions of the Local subgroup within KPERS. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in the financial statement. The complete actuarial report including all actuarial assumptions and methods, and the report on the allocation of the KPERS collective net pension liability to all participating employers are publicly available on the website at www.kpers.org or can be obtained as described above.

I. LANDFILL CLOSURE AND POST-CLOSURE COSTS

State and federal laws and regulations require the County to place a final cover on its landfill site when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for thirty years after closure. Although closure and post-closure care costs will be paid only near or after the date that the landfill stops accepting waste, the County has a potential liability for a portion of the closure and post-closure care costs in each period based on the landfill capacities used as of each year end.

The estimated closure cost is \$364,782 and the estimated post-closure cost is \$880,291. These figures comprise the estimated closure and post-closure cost of \$1,245,073 and are obtained from the 2020 Annual Cost Estimate Worksheets for Permit Renewals during July 1, 2020 to June 30, 2021. The permit for 2020 identifies that the remaining volume capacity of the site is 72.5% of the original capacity and that the remaining life of the landfill is estimated to be 35.8 years. Actual costs may be higher or lower due to inflation or deflation and changes in technology or applicable laws and regulations.

The County is meeting the financial assurance requirements through the Local Government Financial Test. This test involves four components; financial, public notice, recordkeeping and reporting, and calculation of costs to be assured. The County has satisfied all four requirements.

J. RISK MANAGEMENT

The County is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; natural disasters; and medical needs of employees. The County purchases commercial insurance to cover health, property, liability, and worker's compensation claims. There have been no significant reductions in coverage from the prior year. Settled claims from these risks have not exceeded commercial insurance coverage in any of the past three years.

K. PUBLIC ENTITY RISK POOL

The County is a member of the Kansas Workers Risk Cooperative for Counties (KWORCC), a group-funded pool for workers compensation coverage which was formed through the Kansas Municipal Group-Funded Pool Act, K.S.A. 12-2616, et seq. This is a public entity risk pool which operates as a common risk management and insurance program for member counties. The County pays an annual contribution to the Cooperative as determined by the Board of Trustees based upon experience modification factors, payroll audits and any other bases the Board considers appropriate. It is not possible to estimate the maximum contributions which could be required. KWORCC covers claims up to \$750,000 each and aggregate excess reinsurance provides aggregate coverage up to \$1,000,000. Except for required contributions, no member can be held responsible for any claims made against any other member.

The County is a member of the Kansas County Association Multi-Line Pool (KCAMP), a group-funded pool for property, liability, crime, and surety coverage which was formed through the Kansas Municipal Group-Funded Pool Act, K.S.A. 12-2616, et seq. This is a public entity risk pool which operates as a common risk management and insurance program for member counties. The County pays an annual contribution to the Pool as determined by the Board of Trustees. It is not possible to estimate the maximum contributions which could be required. KCAMP covers property loss up to the scheduled amount of values on file, which is \$63,368,489, \$500,000 for liability, and \$1,000,000 for crime. Excess reinsurance provides aggregate coverage up to \$3,000,000 for liability. Except for required contributions, no member can be held responsible for any claims made against any other member.

L. SUBSEQUENT EVENTS

Management has evaluated subsequent events through September 30, 2020, the date on which the financial statement was available to be used. Management's evaluation concluded the following subsequent events are required to be recognized or disclosed in this financial statement:

The COVID-19 outbreak in the United States has caused business disruption through mandated and voluntary closings of businesses. While the disruption is currently expected to be temporary, there is considerable uncertainty around the duration of the pandemic. Accordingly, while management cannot quantify the financial and other impacts to the County as of the date of this report, management believes that a material impact on the County's financial position and results of future operations is reasonably possible.

The Federal government has established the Coronavirus Aid, Relief, and Economic Security Act (CARES Act), and appropriated \$150 billion for specified uses to States and certain local governments, to be used to cover necessary costs relating to the public health emergency with respect to COVID-19. Kearny County received \$871,174 in July 2020 from the State of Kansas.

**REGULATORY-REQUIRED
SUPPLEMENTARY INFORMATION**

KEARNY COUNTY, KANSAS**SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS**

For the Year Ended December 31, 2019

<u>Fund</u>	<u>Certified budget</u>	<u>Adjustment for qualifying budget credits</u>	<u>Total budget for comparison</u>	<u>Expenditures chargeable to current year</u>	<u>Variance favorable (unfavorable)</u>
General fund	\$ 5,820,171	\$ -	\$ 5,820,171	\$ 5,784,162	\$ 36,009
Special purpose funds:					
Road and bridge	1,938,000	-	1,938,000	1,621,964	316,036
Solid waste	160,000	-	160,000	131,942	28,058
County health	101,333	-	101,333	94,619	6,714
Noxious weed	205,750	-	205,750	202,223	3,527
Emergency services	822,250	-	822,250	663,872	158,378
Library	303,000	-	303,000	303,000	-
Appraiser's cost	186,142	-	186,142	186,142	-
Employee benefits	2,861,000	-	2,861,000	2,038,069	822,931
Special alcohol and drug	2,000	-	2,000	-	2,000
E-911	140,000	-	140,000	41,978	98,022
Total	\$ 12,539,646	\$ -	\$ 12,539,646	\$ 11,067,971	\$ 1,471,675

See Independent Auditor's Report.

KEARNY COUNTY, KANSAS

GENERAL FUND

**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS**

For the Year Ended December 31, 2019
(With Comparative Actual Totals for the Prior Year Ended December 31, 2018)

		2019		Variance
	2018	Actual	Budget	favorable (unfavorable)
Receipts:				
Taxes:				
Ad valorem property tax	\$ 3,806,805	\$ 4,533,216	\$ 4,412,481	\$ 120,735
Delinquent tax	32,075	33,798	20,006	13,792
Motor vehicle tax	274,624	269,874	240,562	29,312
16/20M truck tax	6,333	10,992	9,498	1,494
Antique tag tax	1,308	1,349	3,809	(2,460)
Interest on delinquent tax	21,009	26,060	10,000	16,060
Shared revenue:				
Severance tax	63,306	72,991	35,000	37,991
Other shared revenue	189	90	-	90
Licenses, permits and fees	89,870	98,604	60,000	38,604
Interest	209,734	297,631	80,000	217,631
Other	93,393	103,781	34,000	69,781
Operating transfers	566,091	460,597	20,000	440,597
Neighborhood revitalization	(33,973)	(36,835)	(34,722)	(2,113)
Total receipts	<u>5,130,764</u>	<u>5,872,148</u>	<u>\$ 4,890,634</u>	<u>\$ 981,514</u>
Expenditures:				
General government:				
County commissioners	66,764	67,199	\$ 67,129	\$ (70)
County clerk	97,521	97,134	93,750	(3,384)
County treasurer	124,847	128,393	128,070	(323)
Register of deeds	68,780	72,133	109,315	37,182
County attorney	138,043	118,462	127,907	9,445
Custodian	48,359	48,211	51,580	3,369
Zoning	54,592	55,305	54,938	(367)
Unified courts	119,329	125,275	127,650	2,375
Courthouse general	846,648	1,036,122	1,046,320	10,198
Airport	34,123	32,931	47,350	14,419
Election	62,853	21,419	35,550	14,131
County counselor	28,518	54,518	57,848	3,330
Community development	62,137	61,682	76,050	14,368
Appropriations:				
Conservation District	40,000	50,000	50,000	-
Total general government	<u>1,792,514</u>	<u>1,968,784</u>	<u>2,073,457</u>	<u>104,673</u>

KEARNY COUNTY, KANSAS

GENERAL FUND

**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS**

For the Year Ended December 31, 2019
(With Comparative Actual Totals for the Prior Year Ended December 31, 2018)

		2019		
	2018	Actual	Budget	Variance favorable (unfavorable)
Public safety:				
Fire and rescue	\$ 147,651	\$ 5,890	\$ -	\$ (5,890)
Sheriff	1,309,336	1,261,272	1,481,005	219,733
Total public safety	1,456,987	1,267,162	1,481,005	213,843
Health and welfare:				
Appropriations:				
Mental health	5,000	5,000	5,000	-
WKCAC	5,000	5,000	5,000	-
CASA	1,000	1,000	1,000	-
Mental retardation	15,000	15,000	15,000	-
City on a Hill	2,500	3,000	2,500	(500)
Total health and welfare	28,500	29,000	28,500	(500)
Culture and recreation:				
Beymer Water Recreation Park	16,190	20,496	20,600	104
Deerfield Community Center	51,811	56,794	69,100	12,306
Council on Aging	128,678	112,995	135,364	22,369
Appropriations:				
Deerfield Parks and Recreation	5,000	5,000	5,000	-
Lakin Gun Club	700	4,000	4,000	-
Lakin Saddle Club	10,000	10,000	10,000	-
Total culture and recreation	212,379	209,285	244,064	34,779
Reimbursed expenditures	(147,692)	(118,459)	-	118,459
Operating transfers:				
Capital improvement	395,601	1,253,691	1,026,869	(226,822)
Airport	167,963	-	-	-
Capital equipment	-	218,620	-	(218,620)
Total operating transfers	563,564	1,472,311	1,026,869	(445,442)

KEARNY COUNTY, KANSAS

GENERAL FUND

**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS**

For the Year Ended December 31, 2019
(With Comparative Actual Totals for the Prior Year Ended December 31, 2018)

		2019		Variance
	2018	Actual	Budget	favorable (unfavorable)
Related municipal entity transfers:				
Memorial Building	\$ 51,282	\$ 33,134	\$ 40,000	\$ 6,866
Free Fair	120,000	120,000	120,000	-
Historical Society	153,330	146,669	150,000	3,331
Extension Council	155,000	155,000	155,000	-
Hospital	501,276	501,276	501,276	-
Total related municipal entity transfers	980,888	956,079	966,276	10,197
Total expenditures	4,887,140	5,784,162	\$ 5,820,171	\$ 36,009
Receipts over (under) expenditures	243,624	87,986		
Unencumbered cash, beginning of year	1,384,890	1,628,514	\$ 929,537	\$ 698,977
Unencumbered cash, end of year	\$ 1,628,514	\$ 1,716,500		

See Independent Auditor's Report.

KEARNY COUNTY, KANSAS

ROAD AND BRIDGE FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended December 31, 2019
(With Comparative Actual Totals for the Prior Year Ended December 31, 2018)

		2019		Variance
	2018	Actual	Budget	favorable (unfavorable)
Receipts:				
Taxes:				
Ad valorem property tax	\$ 464,277	\$ -	\$ -	\$ -
Delinquent tax	10,757	3,105	2,766	339
Motor vehicle tax	168,917	63,320	32,939	30,381
16/20M truck tax	3,584	6,853	1,280	5,573
Antique tag tax	741	839	-	839
Shared revenue:				
Gasoline tax	293,671	299,458	295,349	4,109
Connecting links	50,032	56,824	-	56,824
Neighborhood revitalization	(4,579)	-	-	-
Total receipts	987,400	430,399	\$ 332,334	\$ 98,065
Expenditures:				
Highway, streets and bridges:				
Personal services	533,712	562,009	\$ 716,000	\$ 153,991
Commodities	316,786	397,399	744,390	346,991
Contractual services	26,123	29,602	396,210	366,608
Capital outlay	54,291	33,356	81,400	48,044
Reimbursed expenditures	(19,956)	(402)	-	402
Operating transfers:				
Special machinery and equipment	100,000	250,000	-	(250,000)
Highway improvement	250,000	350,000	-	(350,000)
Total expenditures	1,260,956	1,621,964	\$ 1,938,000	\$ 316,036
Receipts over (under) expenditures	(273,556)	(1,191,565)		
Unencumbered cash, beginning of year	2,794,733	2,521,177	\$ 1,811,141	\$ 710,036
Unencumbered cash, end of year	\$ 2,521,177	\$ 1,329,612	\$ 205,475	\$ 1,124,137

See Independent Auditor's Report.

KEARNY COUNTY, KANSAS

SOLID WASTE FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended December 31, 2019
(With Comparative Actual Totals for the Prior Year Ended December 31, 2018)

		2019		Variance
	2018	Actual	Budget	favorable (unfavorable)
Receipts:				
Taxes:				
Ad valorem property tax	\$ 153,558	\$ 148,728	\$ 144,766	\$ 3,962
Delinquent tax	1,049	1,166	793	373
Motor vehicle tax	6,402	9,812	9,692	120
16/20M truck tax	142	257	377	(120)
Antique tag tax	30	31	-	31
Other	3,208	8,399	-	8,399
Neighborhood revitalization	(1,348)	(1,209)	(1,139)	(70)
Total receipts	163,041	167,184	\$ 154,489	\$ 12,695
Expenditures:				
Sanitation:				
Personal services	74,632	74,729	\$ 77,000	\$ 2,271
Commodities	21,570	21,339	24,350	3,011
Contractual services	16,013	22,374	45,150	22,776
Capital outlay	6,653	13,500	13,500	-
Total expenditures	118,868	131,942	\$ 160,000	\$ 28,058
Receipts over (under) expenditures	44,173	35,242		
Unencumbered cash, beginning of year	6,599	50,772	\$ 5,511	\$ 45,261
Unencumbered cash, end of year	\$ 50,772	\$ 86,014		

See Independent Auditor's Report.

KEARNY COUNTY, KANSAS

COUNTY HEALTH FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended December 31, 2019
(With Comparative Actual Totals for the Prior Year Ended December 31, 2018)

		2019		Variance
	2018	Actual	Budget	favorable (unfavorable)
Receipts:				
Taxes:				
Ad valorem property tax	\$ 44,596	\$ 77,009	\$ 74,879	\$ 2,130
Delinquent tax	371	499	239	260
Motor vehicle tax	2,878	3,151	2,922	229
16/20M truck tax	64	116	114	2
Antique tag tax	14	14	-	14
Shared revenue:				
State grant	7,000	7,000	7,000	-
Neighborhood revitalization	(406)	(626)	(589)	(37)
Total receipts	54,517	87,163	\$ 84,565	\$ 2,598
Expenditures:				
Health and welfare:				
Personal services	76,757	90,188	\$ 93,058	\$ 2,870
Commodities	396	111	2,325	2,214
Contractual services	230	257	2,350	2,093
Capital outlay	-	4,063	3,600	(463)
Total expenditures	77,383	94,619	\$ 101,333	\$ 6,714
Receipts over (under) expenditures	(22,866)	(7,456)		
Unencumbered cash, beginning of year	45,153	22,287	\$ 16,768	\$ 5,519
Unencumbered cash, end of year	\$ 22,287	\$ 14,831		

See Independent Auditor's Report.

KEARNY COUNTY, KANSAS

NOXIOUS WEED FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended December 31, 2019
(With Comparative Actual Totals for the Prior Year Ended December 31, 2018)

		2019		Variance
	2018	Actual	Budget	favorable (unfavorable)
Receipts:				
Taxes:				
Ad valorem property tax	\$ 117,959	\$ 172,271	\$ 167,637	\$ 4,634
Delinquent tax	991	1,175	608	567
Motor vehicle tax	8,693	8,294	7,431	863
16/20M truck tax	190	351	289	62
Antique tag tax	40	43	-	43
Shared revenue:				
Neighborhood revitalization	(1,034)	(1,399)	(1,319)	(80)
Total receipts	<u>126,839</u>	<u>180,735</u>	<u>\$ 174,646</u>	<u>\$ 6,089</u>
Expenditures:				
Highways and streets:				
Personal services	53,785	53,135	\$ 51,000	\$ (2,135)
Commodities	91,483	118,220	117,150	(1,070)
Contractual services	8,564	8,937	9,600	663
Capital outlay	-	26,240	28,000	1,760
Reimbursed expenditures	(7,818)	(4,309)	-	4,309
Total expenditures	<u>146,014</u>	<u>202,223</u>	<u>\$ 205,750</u>	<u>\$ 3,527</u>
Receipts over (under) expenditures	(19,175)	(21,488)		
Unencumbered cash, beginning of year	<u>61,999</u>	<u>42,824</u>	<u>\$ 31,104</u>	<u>\$ 11,720</u>
Unencumbered cash, end of year	<u>\$ 42,824</u>	<u>\$ 21,336</u>		

See Independent Auditor's Report.

KEARNY COUNTY, KANSAS

EMERGENCY SERVICES FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended December 31, 2019
(With Comparative Actual Totals for the Prior Year Ended December 31, 2018)

		2019		Variance
	2018	Actual	Budget	favorable (unfavorable)
Receipts:				
Taxes:				
Ad valorem property tax	\$ 425,532	\$ 762,478	\$ 741,843	\$ 20,635
Delinquent tax	3,094	4,643	2,194	2,449
Motor vehicle tax	22,392	28,226	26,801	1,425
16/20M truck tax	396	932	1,042	(110)
Antique tag tax	83	114	-	114
Shared revenue:				
State aid	6,352	-	-	-
Charges for services	112,558	131,212	-	131,212
Neighborhood revitalization	(3,726)	(6,193)	(5,838)	(355)
Total receipts	<u>566,681</u>	<u>921,412</u>	<u>\$ 766,042</u>	<u>\$ 155,370</u>
Expenditures:				
Health and welfare:				
Personal services	401,514	473,969	\$ 558,300	\$ 84,331
Commodities	32,004	55,142	92,500	37,358
Contractual services	26,054	24,018	56,950	32,932
Capital outlay	<u>1,814</u>	<u>110,743</u>	<u>114,500</u>	<u>3,757</u>
Total expenditures	<u>461,386</u>	<u>663,872</u>	<u>\$ 822,250</u>	<u>\$ 158,378</u>
Receipts over (under) expenditures	105,295	257,540		
Unencumbered cash, beginning of year	<u>80,937</u>	<u>186,232</u>	<u>\$ 56,208</u>	<u>\$ 130,024</u>
Unencumbered cash, end of year	<u>\$ 186,232</u>	<u>\$ 443,772</u>		

See Independent Auditor's Report.

KEARNY COUNTY, KANSAS

LIBRARY FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended December 31, 2019
(With Comparative Actual Totals for the Prior Year Ended December 31, 2018)

		2019		Variance
	2018	Actual	Budget	favorable (unfavorable)
Receipts:				
Taxes:				
Ad valorem property tax	\$ 268,731	\$ 288,459	\$ 280,811	\$ 7,648
Delinquent tax	2,549	2,335	1,410	925
Motor vehicle tax	25,587	20,296	17,224	3,072
16/20M truck tax	576	1,028	669	359
Antique tag tax	119	126	-	126
Shared revenue:				
Neighborhood revitalization	(2,395)	(2,344)	(2,210)	(134)
Total receipts	295,167	309,900	<u>\$ 297,904</u>	<u>\$ 11,996</u>
Expenditures:				
Transfer to related municipal entity	303,000	303,000	<u>\$ 303,000</u>	<u>\$ -</u>
Receipts over (under) expenditures	(7,833)	6,900		
Unencumbered cash, beginning of year	8,171	338	<u>\$ 5,096</u>	<u>\$ (4,758)</u>
Unencumbered cash, end of year	<u>\$ 338</u>	<u>\$ 7,238</u>		

See Independent Auditor's Report.

KEARNY COUNTY, KANSAS

APPRAISER'S COST FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended December 31, 2019
(With Comparative Actual Totals for the Prior Year Ended December 31, 2018)

		2019		Variance
	2018	Actual	Budget	favorable (unfavorable)
Receipts:				
Taxes:				
Ad valorem property tax	\$ 168,993	\$ 173,972	\$ 169,274	\$ 4,698
Delinquent tax	1,287	1,356	877	479
Motor vehicle tax	9,754	11,388	10,716	672
16/20M truck tax	218	392	416	(24)
Antique tag tax	45	48	-	48
Shared revenue:				
Neighborhood revitalization	(1,490)	(1,414)	(1,332)	(82)
Total receipts	178,807	185,742	\$ 179,951	\$ 5,791
Expenditures:				
General government:				
Personal services	65,965	66,581	\$ 67,296	\$ 715
Commodities	2,479	1,001	1,000	(1)
Contractual services	109,175	117,119	115,846	(1,273)
Capital outlay	1,487	1,441	2,000	559
Total expenditures	179,106	186,142	\$ 186,142	\$ -
Receipts over (under) expenditures	(299)	(400)		
Unencumbered cash, beginning of year	6,282	5,983	\$ 6,191	\$ (208)
Unencumbered cash, end of year	\$ 5,983	\$ 5,583		

See Independent Auditor's Report.

KEARNY COUNTY, KANSAS**EMPLOYEE BENEFITS FUND****SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS**

For the Year Ended December 31, 2019
(With Comparative Actual Totals for the Prior Year Ended December 31, 2018)

		2019		Variance
	2018	Actual	Budget	favorable (unfavorable)
Receipts:				
Taxes:				
Ad valorem property tax	\$ 2,658,177	\$ 1,548,249	\$ 1,508,842	\$ 39,407
Delinquent tax	19,021	16,252	13,690	2,562
Motor vehicle tax	133,353	174,253	167,230	7,023
16/20M truck tax	2,720	5,443	6,499	(1,056)
Antique tag tax	565	666	-	666
Shared revenue:				
Neighborhood revitalization	(23,249)	(12,595)	(11,872)	(723)
Total receipts	2,790,587	1,732,268	<u>\$ 1,684,389</u>	<u>\$ 47,879</u>
Expenditures:				
General government:				
Personal services	2,113,496	2,038,069	<u>\$ 2,861,000</u>	<u>\$ 822,931</u>
Receipts over (under) expenditures	677,091	(305,801)		
Unencumbered cash, beginning of year	1,007,934	1,685,025	<u>\$ 1,176,611</u>	<u>\$ 508,414</u>
Unencumbered cash, end of year	<u>\$ 1,685,025</u>	<u>\$ 1,379,224</u>		

See Independent Auditor's Report.

KEARNY COUNTY, KANSAS**SPECIAL ALCOHOL AND DRUG FUND****SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS**

For the Year Ended December 31, 2019
(With Comparative Actual Totals for the Prior Year Ended December 31, 2018)

		2019		Variance
	2018	Actual	Budget	favorable (unfavorable)
Receipts:				
Shared revenue:				
State of Kansas	\$ 1,000	\$ 634	\$ 660	\$ (26)
Expenditures:				
Health and welfare:				
Commodities	-	-	\$ 2,000	\$ 2,000
Receipts over (under) expenditures	1,000	634		
Unencumbered cash, beginning of year	2,533	3,533	\$ 1,383	\$ 2,150
Unencumbered cash, end of year	\$ 3,533	\$ 4,167	\$ 43	\$ 4,124

See Independent Auditor's Report.

KEARNY COUNTY, KANSAS

E-911 FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended December 31, 2019
(With Comparative Actual Totals for the Prior Year Ended December 31, 2018)

		2019		Variance
	2018	Actual	Budget	favorable (unfavorable)
Receipts:				
Fees	\$ 50,046	\$ 52,705	\$ 50,000	\$ 2,705
Expenditures:				
General government:				
Contractual services	51,764	41,978	\$ -	\$ (41,978)
Capital outlay	-	-	140,000	140,000
Total expenditures	51,764	41,978	\$ 140,000	\$ 98,022
Receipts over (under) expenditures	(1,718)	10,727		
Unencumbered cash, beginning of year	91,972	90,254	\$ 91,971	\$ (1,717)
Unencumbered cash, end of year	\$ 90,254	\$ 100,981	\$ 1,971	\$ 99,010

See Independent Auditor's Report.

KEARNY COUNTY, KANSAS

NON-BUDGETED SPECIAL PURPOSE FUNDS

SCHEDULE OF RECEIPTS AND EXPENDITURES REGULATORY BASIS

For the Year Ended December 31, 2019

	Capital equipment	Capital improvement	Airport improvement	Special machinery and equipment
Receipts:				
Grants	\$ -	\$ -	\$ -	\$ -
Licenses, permits and fees	-	-	-	-
Interest	-	-	-	-
Other	-	4,568	-	-
Operating transfers	218,620	1,253,691	-	250,000
	<u>218,620</u>	<u>1,253,691</u>	<u>-</u>	<u>250,000</u>
Total receipts	<u>218,620</u>	<u>1,258,259</u>	<u>-</u>	<u>250,000</u>
Expenditures:				
Personal services	-	-	-	-
Commodities	-	-	-	-
Contractual services	-	-	164,648	-
Capital outlay	-	366,279	-	664,615
Operating transfers	-	-	-	-
	<u>-</u>	<u>366,279</u>	<u>164,648</u>	<u>664,615</u>
Total expenditures	<u>-</u>	<u>366,279</u>	<u>164,648</u>	<u>664,615</u>
Receipts over (under) expenditures	218,620	891,980	(164,648)	(414,615)
Unencumbered cash, beginning of year	9,374	167,060	(17,724)	2,126,665
	<u>9,374</u>	<u>167,060</u>	<u>(17,724)</u>	<u>2,126,665</u>
Unencumbered cash, end of year	<u>\$ 227,994</u>	<u>\$ 1,059,040</u>	<u>\$ (182,372)</u>	<u>\$ 1,712,050</u>

See Independent Auditor's Report.

Highway improvement	Special health and welfare	Health title XIX	Healthy start	Bio-terrorism grant	MVE	Special motor vehicle
\$ -	\$ -	\$ 2,760	\$ -	\$ 11,151	\$ -	\$ -
-	-	-	-	-	5,280	42,908
-	28	-	-	-	-	-
-	2,175	148,395	-	-	-	681
350,000	-	-	-	-	-	-
350,000	2,203	151,155	-	11,151	5,280	43,589
-	-	-	-	260	250	15,068
-	4,156	-	5,217	689	-	332
-	-	154,128	-	6,715	-	5,135
-	-	-	-	8,161	-	149
-	-	-	-	-	-	22,905
-	4,156	154,128	5,217	15,825	250	43,589
350,000	(1,953)	(2,973)	(5,217)	(4,674)	5,030	-
1,591,704	20,873	21,248	5,320	23,126	-	3,500
<u>\$ 1,941,704</u>	<u>\$ 18,920</u>	<u>\$ 18,275</u>	<u>\$ 103</u>	<u>\$ 18,452</u>	<u>\$ 5,030</u>	<u>\$ 3,500</u>

KEARNY COUNTY, KANSAS**NON-BUDGETED SPECIAL PURPOSE FUNDS****SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS**

For the Year Ended December 31, 2019

	<u>Register of deeds technology</u>	<u>Treasurer technology</u>	<u>Clerk technology</u>	<u>Prosecuting attorney's training</u>
Receipts:				
Grants	\$ -	\$ -	\$ -	\$ -
Licenses, permits and fees	11,524	2,880	2,880	1,032
Interest	-	-	-	-
Other	-	-	-	-
Operating transfers	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total receipts	<u>11,524</u>	<u>2,880</u>	<u>2,880</u>	<u>1,032</u>
Expenditures:				
Personal services	-	-	2,338	-
Commodities	-	-	-	-
Contractual services	3,377	-	-	514
Capital outlay	-	-	-	-
Operating transfers	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>3,377</u>	<u>-</u>	<u>2,338</u>	<u>514</u>
Receipts over (under) expenditures	8,147	2,880	542	518
Unencumbered cash, beginning of year	<u>65,865</u>	<u>8,947</u>	<u>5,079</u>	<u>2,876</u>
Unencumbered cash, end of year	<u>\$ 74,012</u>	<u>\$ 11,827</u>	<u>\$ 5,621</u>	<u>\$ 3,394</u>

See Independent Auditor's Report.

Moderate income housing	Trash collection	Offender	Concealed carry	Special emergency services	Asset forfeiture	Total
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 13,911
-	4,850	1,440	130	-	2,493	75,417
-	-	-	-	-	-	28
-	-	-	-	-	-	155,819
-	-	-	-	-	-	2,072,311
-	4,850	1,440	130	-	2,493	2,317,486
-	-	-	-	-	-	17,916
-	-	665	-	-	-	11,059
85,000	-	-	-	-	-	419,517
-	-	-	-	-	-	1,039,204
-	218,620	-	-	-	-	241,525
85,000	218,620	665	-	-	-	1,729,221
(85,000)	(213,770)	775	130	-	2,493	588,265
85,000	213,770	10,937	5,494	4,700	-	4,353,814
\$ -	\$ -	\$ 11,712	\$ 5,624	\$ 4,700	\$ 2,493	\$ 4,942,079

KEARNY COUNTY, KANSAS**CAPITAL PROJECT FUND
HPRV - HOSPITAL ROOF FUND****SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS**

For the Year Ended December 31, 2019

Receipts:	
Lease proceeds	\$ 600,000
Miscellaneous revenue	<u>12</u>
Total receipts	600,012
Expenditures:	
Capital outlay	<u>600,012</u>
Receipts over (under) expenditures	
Unencumbered cash, beginning of year	<u>-</u>
Unencumbered cash, end of year	<u><u>\$ -</u></u>

See Independent Auditor's Report.

KEARNY COUNTY, KANSAS

AGENCY FUNDS

SUMMARY OF RECEIPTS AND DISBURSEMENTS
REGULATORY BASIS

For the Year Ended December 31, 2019

Fund	Beginning cash balance	Receipts	Disbursements	Ending cash balance
County clerk	\$ -	\$ 6,501	\$ 6,501	\$ -
Register of deeds	-	98,765	98,765	-
District court	49,804	344,340	344,499	49,645
Sheriff	15,233	93,030	92,394	15,869
Tax collection accounts	10,432,329	15,195,282	15,289,839	10,337,772
Local taxing districts	22,199	6,684,507	6,661,144	45,562
Oil and gas depletion fund	1,500,323	16,613	219,072	1,297,864
Payroll clearing funds	33,361	593,711	587,473	39,599
Sales tax collections	15,527	347,582	343,873	19,236
Neighborhood revitalization	-	135,239	135,239	-
Motor vehicle	-	495,819	495,819	-
Mortgage registration fees	-	5,760	5,760	-
Fish and game licenses	-	4,143	4,143	-
District court costs	6,179	1,944	-	8,123
Law library	30,922	4,967	2,526	33,363
Total	\$ 12,105,877	\$ 24,028,203	\$ 24,287,047	\$ 11,847,033

See Independent Auditor's Report.